UNITED STATES DISTRICT COURT 9:43 am, May 26, 2021 EASTERN DISTRICT OF NEW YORK

U.S. DISTRICT COURT

EASTERN DISTRICT OF NEW YORK LONG ISLAND OFFICE

SEOUL SEMICONDUCTOR CO., LTD, . Civil No. 19-cv-04951

ET AL,

Vs.

. 100 Federal Plaza

SATCO PRODUCTS, INC., ET AL, . Central Islip, NY 11722

. DATE May 24, 2021

TRANSCRIPT OF STATUS CONFERENCE BEFORE THE HONORABLE GARY R. BROWN UNITED STATES DISTRICT JUDGE

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THE CLERK: Calling case civil 2019-4951, Seoul 2 | Semiconductor Company, Ltd. versus Satco Products Incorporated, 3 counsel please state your appearance for the record.

MR. EISENBERG: This is Michael Eisenberg of Steptoe $5\parallel$ and Johnson, LLP, on behalf of the plaintiffs. With me as well 6 I have Etai Lahav of Radulescu, LLP, also on behalf of the plaintiffs.

MR. BROWN: This is Nick Brown, Greenberg Traurig 9 representing Satco. With me, Scott Bornstein also with GT, and 10 Robert Lynn of Lynn Gartner Dunne.

THE COURT: Okay, counsel, you sound very muffled I don't know if you can get closer to the mic, or use something 13 else. But it's a little hard to hear you.

MR. BROWN: Is it better?

THE COURT: That's better. Thank you.

MR. BROWN: Okay.

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THE COURT: Is that everyone?

MR. EISENBERG: I believe so, Your Honor. But I did hear a ding somewhere along the way, so I, this is Michael Eisenberg. I'm worried that somebody else joined, so just in case I will ask. Did somebody else join from plaintiff's side. 22 Sorry, must have been an errant ding.

THE COURT: You know what, it could be an intern or a 24 member of the public. It could be lots of things. So I've 25 qotten used to the dings. So, this is Judge Brown. So we're

1 here today to talk about a number of things. But I think the 2 most pressing issue is the pending Markman hearing. Someone 3 want to take the lead on that?

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MR. EISENBERG: Your Honor, I would be glad to, this is Mr. Eisenberg again. To go through some of the history here, Your Honor, and I think the context is helpful. We, the parties had originally at Judge Gold's suggestion, agreed to 8 have the Markman hearing before him. We had done the briefing 9 under that belief and schedule before Judge Gold announced on a 10 call that he would be retiring and was unlikely to be able to have the hearing and issue an order in time before he retired.

At that time Judge Gold asked the parties what did we 13 suggest that the parties do regarding the potential for the upcoming hearing. And at that time the decision was made to ask that the issue of claim construction be returned to Your Honor to hold a hearing and decide the issues. And we had a 17 discussion and collectively came to that.

We submitted a motion to Judge Gold, or I believe a letter. And after that things, as many things happen in the last year, became very complicated. And among the issues that came up along that time was how we would address the distinction between the patents that had been subject to interparties review and that are still subject to interparties 24 review to this day, as distinct from those that would be 25 continued in the case.

So my understanding of how this last issue would be $2 \parallel$ addressed was that the case was stayed, but only as to those 3 patents that had been subject to a granted interparties review.

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And that leaves us at this time with a letter 5 requesting that the Markman hearing be returned to Your Honor. And the need to adjust or adopt a schedule, to the extent that Your Honor is still willing and able to conduct that hearing. 8 And that's my understanding of how we get to be here today.

THE COURT: Okay. Would anyone else to comment on 10 that before we discuss it further?

MR. BROWN: Your Honor, this is Nick Brown. And I 12 think (indiscernible - audio skip) that's why we're here today.

THE COURT: Okay, I'm sorry, you know what, I did have 14 trouble hearing you that time. I assume, but it sounded like you assented generally to counsel's comments, is that about 16 right?

MR. BROWN: Yes, Your Honor, that's about right.

THE COURT: Okay. So, indeed, so this is an interesting situation. You know, I wanted to be able to come to you to be able to work the impossible, you know, Judge Gold retired. You know, he was so invested in the case, he had done 22 \parallel so much with you. And I thought if only there were a way that 23 we could, you know, have him do this. And I thought of one.

I want to be clear before I sort of front this plan 25 to the parties. This is completely voluntarily. There would be $1 \parallel$ no prejudice if you don't like the idea. But I just thought I 2 would, I would front it for you all.

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I know that in certain patent cases we've used $4\parallel$ special masters for certain pieces and so forth. Judge Gold is out there sort of practicing with JAMS and so forth, so he's still available. Of course he'd have to be retained. The only reason why I feel even comfortable suggesting it is because 8 he's put so much time into the case that I don't think it would be a heavy lift in terms of the retention. In other words, I 10 think he knows the background. He could get up to speed on the specific Markman issues, which I think he had already started.

If the parties were interested I would be happy to 13 make a referral to him as a special master to take a look at Of course you don't have to agree to that. But let me tell you what the other side of the coin looks like. Judge Shields is on the case. And she's an excellent jurist. I don't think she has a particular background in, with patents or technical matters. So she may not be the best fit for this particular project. Though I can trust her with so many things that it wouldn't surprise me if she did a great job.

That would leave you with me and in terms of my 22∥ situation, I do have a background in patents, I'm very interested. I love this area of litigation. The problem is 24 we're coming off the COVID backlog right now. And I'm going to be jammed up with criminal cases. And the problem with that

 $1 \parallel \text{is, it's already been problematic in the sense that I have}$ 2 criminal cases, civil jury trials, and so forth, and it's just 3 been inconsistent. Meaning that if I were to do this, I'd have 4 to do it in pieces.

Well let me actually go back to counsel. How long do we think the Markman hearing would be? I mean I think there's something like 25 terms at issue. I know that's quite substantial. But what are we thinking in terms of time?

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MR. EISENBERG: Your Honor, this is Mr. Eisenberg I'm not sure all 25 of those terms remain at issue. again. I'd have to go back through and make sure some of them might 12 not be -- based on the stayed patents and exactly how many 13 remain. We did briefly discuss this issue with Judge Shields 14 and had slightly differing views on sort of different ways that 15 this could be done. There is some desire to have a tutorial 16 live for the Court and potentially have live testimony.

I still think given the scope of what's at issue, 18 that this could be completed in a day. And that at the very 19 least we could schedule for one day. And that if things went for lack of a better word sideways and required more time, we could address that then.

But I do think one full day would be sufficient to 23 get through this. But I understand that defense counsel may 24 have a different view of that.

THE COURT: Okay, have at it, what do you say to that?

MR. BROWN: Your Honor, this is Nick Brown again. Ι $2 \parallel$ do think it's possible we could get this done in one day. I 3 think given the nature of the subject matter it's very 4 important to have witnesses available to the Court, technical experts available to the Court. And I think a tutorial makes sense.

My experience has generally been that it's useful to 8 have the tutorial at least a little bit in advance of the 9 hearing, perhaps the day before. But that doesn't mean it 10 couldn't happen the same day. I think it's really up to the Court.

THE COURT: But --

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MR. BROWN: I also have another --

THE COURT: But you're saying two days would be sort 15 of an outside amount of time for this?

MR. BROWN: I think that's right. I think it's going 17 \parallel to be less than two days. I think it's more like a day with 18 perhaps a few hours before that.

THE COURT: Okay. That's much different than what I anticipated. But please continue.

MR. BROWN: The only other thing I was going to add, 22 Your Honor, is one place where we differ from plaintiffs, is 23 that we think it would be helpful to the Court for us to file 24 summary judgment motions on the four patents that remain at 25 \parallel issue in the case that aren't stayed. We believe that that

1 could very much simplify the issues (indiscernible - audio $2 \parallel \text{skip})$ could file requests to file those motions. To put it 3 briefly, we believe that under any claim construction Satco 4 cannot infringe the four patents that remain in the case. And 5 we plan to file motions to that effect.

If we do that, that could completely obviate the need for any Markman hearing at all on those four patents. And so we 8 would suggest that we do that first.

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THE COURT: Well okay, counsel, you did break up a little there. I'm going to ask you to repeat a few of those things. It is an unusual day when someone says to me, hey Judge, I have a great idea, what would be helpful to the Court 13 would be either file a summary judgment motion in a very 14 technical case before we give you access to the technical expert. You see why that does sound a little counterintuitive, 16 yes?

MR. BROWN: I do understand, Your Honor. I think if 18 we did it that way, once we file the papers it would be clear why we were doing it. But I understand why it sounds 20 counterintuitive.

THE COURT: And you could be exactly right, I might 22 look at that summary judgment motion and say this is the 23 greatest thing since sliced bread. Another thing that's 24 subject of a patent a very long time ago. But I suspect when I say I have a background with patent proceedings, I've done some

as a Judge. I worked somewhat in the private sector, but that 2 was all computer software work. So I'm not sure I'm going to 3 be able to jump into this at full speed.

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MR. BROWN: I understand Your Honor. I just wanted to get out what the differences were between us about how we think this would be most efficient to move the case forward.

THE COURT: Right. Do you all have in mind a sort of 8 joint expert on the technical stuff? Or would you be having, 9 presenting with competing experts?

MR. EISENBERG: This is Mr. Eisenberg again. We would be having separate experts. It is my hope that a lot of this 12 can be done, at least with respect to the tutorial, through 13 attorney argument with the assistance of the experts. And the 14 way I envision this, just as counsel for defense, to keep things moving, what I most like in a hearing like this, is when 16 the Court is interested in a subject, and driving the content 17 \parallel and the direction of what we're doing, based on where the Court 18 most desires clarification. And that is where I think an 19 expert has the highest and best use.

I think there could be a part of the tutorial that the expert could do as well. But for the most part, and maybe it's just because I'm an attorney and I like doing a lot of the 23 talking, that a quick way to get through, at least a lot of the 24 noncontroversial issues or the simple ones, is to allow that to 25 come in through the attorneys with more difficult subjects or

 $1 \parallel \text{points}$ of contention with the assistance of each party, the $2 \parallel \text{ expert most usefully on the issues that that party is moving}$ 3 for. And then asking for in the claim construction. And then 4 obviously the other side would likely come back with their own 5 expert.

THE COURT: Okay. I mean, one of the problems I have is because of the trial schedule, I'm just looking at the 8 calendar here, you know, what I've been doing in civil cases 9 is, you know, calling people in on a short notice, meaning I 10 just had a couple of days open up, and quess what, you're on.

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Having had familiarity from your side of things, 12 meaning knowing about the costs and expenses and difficulties of a proceeding like this, I'm not sure that's an ideal arrangement for you. That's one of my concerns. What do you 15 think about that?

MR. EISENBERG: This is Mr. Eisenberg again. 17∥Obviously we're going to have experts, having them on call for any extended period of time, with travel involved, could be difficult. There could be a potential to ameliorate that if we could have that part of the proceeding done by video, even though many of us would still hopefully be in court live. And there are ways, especially in the modern world, to make things 23 work.

To be frank with Your Honor, I'm also pondering the 25 dea that you had with having a special master. I think that's 1 something that I would definitely need to discuss with both my $2 \parallel$ client and opposing counsel, to see where the parties are. $3 \parallel I$ do, and this might not be what you want to hear, but I do 4 take to heart that you are a Judge who is interested and enjoys patent cases. Maybe not as much as I do. But at least somewhat.

THE COURT: Yes.

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MR. EISENBERG: So, I'm glad to hear that. $9 \parallel$ love doing this. And I want to be in court as soon as possible doing this for you live. But I understand the difficulties with that.

THE COURT: Yes. Does opposing counsel want to 13 respond to that at all?

MR. BROWN: No, Your Honor, this is Nick Brown. I think it could be difficult. It would depend on the amount of notice, it depends on the (indiscernible - audio skip) I think 17 is my general response.

THE COURT: Well all right, so let me do this this way, which is, I came to the table today with a thought, and I had called Judge Gold just to, I wouldn't do anything without letting you know. But I just called to see would he generally 22∥ be available to take on something like this. He said yes. But 23 of course it wouldn't have to be him. In other words if you 24 call came back to me and said, you know, Judge that's fine, and 25 \parallel he does know the case, and it's going to save some time. That's

 $1 \parallel$ one way. But, we also have this expert or this individual we $2 \parallel$ could agree on has a great deal of expertise. And there would $3 \parallel$ be other savings or other, you know, talents that person brings 4 to the table.

So we like the special master idea, but we'd go with 6 this person instead. And be clear please, you don't have to go with a special master. It's just that, we're just in a very, 8∥ very odd period right now. And it's going to take a while 9 before things are back to normal.

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In a normal case, thinking of when I was a Magistrate 11 Judge, just a little while ago, I would have loved this. I 12 would have grabbed it and said come in as soon as you want and 13 we'll stay as long as you want. But I don't have that luxury 14 right now.

So let me do this. Let me, why don't we put this 16 over for a week. I'll let you go talk to your clients, think 17 about it, talk to each other. And maybe we can put this on for another phone conference in a week or so, and we'll figure out 19 where we'll go from there. Does that make sense?

MR. EISENBERG: I believe so, Your Honor. 21 again Mr. Eisenberg. And I think that's a terrific idea. All 22 of this has been just trying to help us out, getting this 23 moving forward. I very much personally appreciate and I 24 appreciate the ability to take that time and rally the troops 25 and see where people are on this.

THE COURT: Okay. Any objection on the other side? 1 2 MR. BROWN: No, Your Honor, it sounds good to us. THE COURT: Okay. Good. So Karen, do we have a date 3 next week some time? 4 5 THE CLERK: June 2nd, at 10:30. 6 THE COURT: Does that work for everybody? 7 MR. EISENBERG: That should work from plaintiffs' 8 side. 9 MR. BROWN: I'm just checking, just give me a second. 10 THE COURT: Sure. Absolutely. 11 MR. BROWN: Yes, that works for Satco. 12 THE COURT: Okay, very good. So I will talk to you 13 all then. In the meantime please talk to your clients and talk 14 to each other, just you know, make sure if you can get on the 15 same page on this, whatever the answer is, and counsel again, 16 no prejudice either way, if you say Judge, we want to stay with 17∥ you, recognizing that's going to be a little, may be the less 18 convenient for us. I'll be happy to do it. I recognize it's 19 an important case and I don't want to rush anything. 20 So we'll talk in a week and we'll figure it out then, 21 sound good? 22 MR. EISENBERG: Sounds terrific, Your Honor. 23 you so much. 2.4 MR. BROWN: Okay.

THE COURT: All right, counsel, thank you for the

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 $1 \parallel \text{presentation.}$ As always this case is well presented. So I 2 appreciate that. I'll talk to you next week, all right? 3 Thanks, bye.

CERTIFICATION

I, PATRICIA POOLE, court approved transcriber, 7 certify that the foregoing is a correct transcript from the 8 official electronic sound recording of the proceedings in the 9 above-entitled matter.

12 /S/ PATRICIA POOLE

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